



# CITY OF LODI

## COUNCIL COMMUNICATION

AGENDA TITLE: Approve substitution of HOME Funds to replace CDBG funds for previously approved Habitat for Humanity project

MEETING DATE: February 5, 1997

PREPARED BY: Community Development Director

RECOMMENDED ACTION: Staff is recommending that the City Council approve the replacement of \$20,000 of CDBG funds with \$20,000 of HOME funds for a previously approved property acquisition project by Habitat for Humanity.

BACKGROUND INFORMATION: Habitat for Humanity received a Community Development Block Grant (CDBG) allocation from the City Council last year, Federal Fiscal Year 1996-97. This allocation was intended for a property acquisition project at 1301 South Central Avenue. However, Habitat for Humanity is no longer pursuing this property for the construction of a single-family dwelling. Habitat for Humanity is now planning to purchase a residential lot located at 615 South Garfield Street. Staff is in agreement with and supports this decision, but we would rather utilize HOME funds for the project instead of CDBG funds. HOME funds can be used only on housing and housing related projects, while the \$20,000 in CDBG funds, which will be supplanted, can be reprogrammed to another eligible activity by the City Council.

Movement of the \$20,000 is requested as follows:

Transfer From Account: (containing existing CDBG allocation).	Transfer To Account: (for holding discretionary CDBG)	New HOME Acct. to be charged
45.2-360.65	45.2-350.70	44.6-360.65

FUNDING: Federal HOME funding (no General Fund dollars are involved with this action).

Konradt Bartlam  
Community Development Director

Prepared by Eric W. Veerkamp, Associate Planner

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APPROVED: \_\_\_\_\_

H. Dixon Flynn -- City Manager